

UINTAH MOUNTAIN COPPER COMPANY

P.O. BOX 578
PRICE, UTAH 84501
(435) 820-6460

WWW.UINTAHRED.COM

January 24, 2001
File: S/130/002

State of Utah, Department of Natural Resources
Division of Oil, Gas and Mining
1594 West North Temple, Suite 1210
P.O. Box 145801
Salt Lake City, Utah 84114-5801

Attn: Anthony A. Gallegos, Senior Reclamation Specialist

Attached is the 2000 Annual Report of Mining Operations for Uintah Mountain Copper Company's Sunshine Quartz/Hematite Claims Project. The annual report has been modified per our written correspondence with your office dated July 13, 2000.

UMCC delayed any field work this past year because of the extremely dry forest conditions and to allow the Forest Service time to complete the EA on our test pit phase of work. The most recent schedule for EA completion is attached for your information. Based upon this schedule, UMCC should be able to perform additional site development work and reclamation during late summer 2001. The work planned is as described in the Public Scoping Letter issued by the Forest Service last April 2000.

In anticipation of off-site plant construction later this year in Price, Utah at the Ridge Road Industrial Park, UMCC has temporarily moved its offices and established a post office box for mail correspondence. Though we have no permanent address at this time, we can receive deliveries at: 2319 N. Hillside Drive, Wellington, Utah, 84542, Attention: Pam Cha.

Please contact us if you have any questions or need further information.

Sincerely,



Peter Kandaris
President, Uintah Mountain Copper Company
Email: peterk@uintahred.com

PMK/

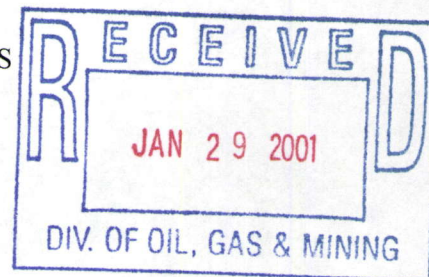
Cc: J. Bistryski (USFS)

RECEIVED

JAN 29 2001

DIVISION OF
OIL, GAS AND MINING

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING
1594 West North Temple – Suite 1210
Box 145801
Salt Lake City, Utah 84114-5801
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ANNUAL REPORT OF MINING OPERATIONS

The informational requirements of this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, Utah Code Annotated 1953, as amended, and the General Rules as promulgated under the Utah Minerals Regulatory Program. An operator conducting mining operations under a Notice of Intention must file an annual operations and progress report (FORM MR-AR) with the Division.

I. General Information

1. Report Time Period: From (mo./yr.) January 2000 To (mo./yr.) December 2000
 2. DOGM File Number (Mine No.): M / 130 /002
 3. Mine Name: Sunshine Quartz/Hematite Claims Project
 4. Mineral(s) Mined (or permitted to mine): Iron Oxide (Hematite – Pigment)
 5. Type of mine ☒ Surface Mine or ☐ Underground Mine
 6. Legal Description (Location of Lands Affected):
1/4, N 1/4, W 1/4, Section 15, Township 2N, Range 6W
1/4, 1/4, 1/4, Section, Township, Range
1/4, 1/4, 1/4, Section, Township, Range
 7. Name of Operator or Company: Uintah Mountain Copper Company
 8. Permanent Street Address: 2319 N. Hillside Drive
City, State, Zip: Wellington, Utah 84542
Phone: (435) 820-6460
 9. Company Representative (or designated operator):
Name: Peter M. Kandarais
Title: President
Business Address: P.O. Box 578
City, State, Zip: Price, Utah 84501
Phone: (435) 820-6460
- ☒ Please check if any of the above information has changed since previous year.

II. Mining and Reclamation

1. Was there any mine related activity during the past year? Yes ☐ No ☒
2. If no – what was the last year of activity? 1999
3. If yes – how much ore or mineral was mined? ✓

4. Briefly describe the type of work performed, volume of material moved, and any new or additional surface disturbances that occurred during the past year.
None

5. How much **additional acreage** was disturbed during the past year? 0.0 acre
6. How much acreage was **reclaimed** during the past year? 0.0 acre
7. Briefly describe the reclamation work performed during the past year. This description should include methods employed, and an evaluation of the results.
Activities were limited to allow USFS opportunity to perform EA.

8. What is the **total disturbed acreage of entire project** at years end? 1.38 acres
9. Briefly summarize any mining and/or reclamation plans for the upcoming year.
Reference letter to Utah DOG&M dated 7/13/00. USFS EA is currently underway.
Test pit work will commence upon completion of the study in 6/01. Scope includes
disturbance and reclamation of an additional 0.29 acre.

NOTE: Section III., "Additional Information" applies only to **large mining operations**.

III. Additional Information

1. An updated surface facilities map should be attached if there have been significant changes since the previous map was submitted.
2. Any monitoring results or other reports that are required under the terms of the approved notice of intention should also be attached.

IV. Signature Requirement

I hereby certify that the foregoing is true and correct.

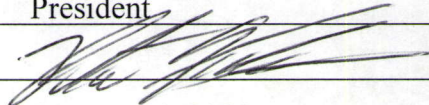
Name (Typed or Print):

Peter M. Kandar

Title of Operator:

President

Signature of Operator



Date:

January 24, 2001

**Uintah Mountain Cooper Company
Sunshine Quartz/Hematite Claims Project – Exploration and Development**

**Schedule for Completing the Environmental Assessment
As Of January 22, 2001**

1. Forest Service Planning Meeting and Field Review
Done September 7
2. ID Team Office Meeting Field Review, including Reviews by Regional Geotechnical Engineering Staff
Ongoing
3. Review of current plan of operations and determination of additional data/information needs, including requesting additional data and information and a revised Plan of Operations from the Uintah Mountain Cooper Company.
Done (may require some follow up)
4. Preparation and mailing of the Public Scoping Letter
Done
5. Content Analysis (identifying public issues and management concerns)
Done
6. Development of Alternatives
Done
7. Preparation of drafts of Chapter One, Purpose and Need for the Action; and Chapter Two, Alternatives Including the Proposed Action
Done
8. Review of Chapters One and Two by the ID team
January 22 - 30, 2001
9. Preparation of Chapter Three, Affected Environment
February 1 - 30, 2001
10. Review of Chapter Three by the ID team
March 5 - March 12, 2001
11. Preparation of Chapter Four, Environmental Consequences
March 1 - April 30, 2001

**Sunshine Quartz/Hematite Claims Project – Exploration and Development
EA Schedule continued**

12. Review of Chapters Three and Four by ID Team
April 1- 30, 2001
13. Preparation of final draft EA, including Appendices
May 7 - 18, 2001
14. Review of final draft EA
May 21 - 31, 2001
15. Preparation and Submittal of Final EA
June 4 - 15, 2001

The results of the EA and Decision Memo, including mitigation and special measures will be used to make necessary revisions to the Plan of Operation.

District and Forest Staff will review and comment on the revised Plan of Operations.